

FISCAL NOTE

HB 3071 - SB 3257

February 28, 2008

SUMMARY OF BILL: Requires that the majority ownership interest for any contractor providing public-safety related goods or services to the state or local governments must be vested in one or more corporations or companies domiciled in the United States.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Exceeds \$500,000

Increase Local Expenditures – Exceeds \$200,000

Assumptions:

- According to the Department of Commerce and Insurance, state and local government expenditures would increase by a significant unknown amount as a result of having to replace imported or foreign-manufactured equipment, goods, and services with domestic equipment, goods, and services.
- The Department of Finance and Administration indicates increased expenditures of unknown amounts to state and local governments as a result of collection, verification, and evaluation of additional information as part of the procurement process.
- The fiscal impact of this bill is dependent on several unknown factors including, but not limited to, the number of contracts that the state and local governments have with foreign companies, the value of procured goods and services within such contracts, and the extent to which state and local governments will incur additional costs to procure domestically-produced goods and services as an alternative to foreign made goods and services. As a result, determining a precise fiscal estimate for this bill is difficult. However, the increase to state expenditures is reasonably estimated to exceed \$500,000 per year and the increase to local government expenditures is reasonably estimated to exceed \$200,000 per year.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/rnc